

HOUSE BILL 2810

By Fraley

AN ACT to amend Tennessee Code Annotated, Title 7,  
Chapter 82 and Title 68, Chapter 221, relative to  
rural water supply development.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 68-221-506, is amended by adding the following language as a new subsection:

(c)(1) Subject to appropriation by the general assembly, the state may enter into agreements with municipalities, and any municipality may enter into an agreement with the state for a grant as provided in this subsection (c).

(2) Such grant program shall be limited to one (1) pilot project to provide water in rural Tennessee before the year 2010.

(3) The amount of such grant shall be no more than two million dollars (\$2,000,000).

(4) Such grant shall be subject to matching funds by the municipality in an amount of at least twenty five percent (25%) of the amount of the grant.

(5) The pilot project shall be completed within five (5) years from the date of such grant.

(6) The municipality shall provide a detailed accounting of all costs of the project to the comptroller by January 1 of each year until the project is completed.

SECTION 2. This act shall take effect July 1, 2008, the public welfare requiring it.